

**RAPIDES SENIOR CITIZENS CENTERS, INC.**  
Pineville, Louisiana

**FINANCIAL STATEMENTS  
AND  
AUDITOR'S REPORTS**

**June 30, 2011**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date **FEB 08 2012**

**RAPIDES SENIOR CITIZENS CENTERS, INC.**  
**PINEVILLE, LOUISIANA**  
**FINANCIAL STATEMENTS AND AUDITORS' REPORTS**  
**FOR THE YEAR ENDED JUNE 30, 2011**

**TABLE OF CONTENTS**

|   | <u>Page</u> |
|---|-------------|
| <b>Independent Auditors' Report</b>   | 1           |
| <b>Financial Statements</b>   |             |
| Statement of Financial Position   | 2           |
| Statement of Activities   | 3           |
| Statement of Cash Flows   | 4           |
| Notes to the Financial Statements   | 5           |
| <b>Other Report Required by Government Auditing Standards</b>   |             |
| Report on Compliance and on Internal Control over Financial<br>Reporting based on an Audit of Financial Statements<br>performed in accordance with <i>Government Auditing<br/>        Standards</i> | 11          |
| <b>Schedule of Findings and Questioned Costs</b>  | 13          |
| <b>Schedule of Prior Year Findings</b>  | 14          |

# Paul Dausat, CPA

MEMBER  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

P.O. Box 12359  
Alexandria, LA 71315

MEMBER  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Rapides Senior Citizens Center, Inc.  
Pineville, Louisiana

I have audited the accompanying Statement of Financial Position of Rapides Senior Citizens Center, Inc. (a non profit organization) as of June 30, 2011, and the related Statements of Activities, Functional Expenses and Cash Flows for the year then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements statements based on our audit.

I conducted my audit in accordance with generally accepted auditing standards in the U.S. and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Rapides Senior Citizens Center, Inc., as of June 30, 2011, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued my report dated December 9, 2011, on my consideration of the Organization's internal control over financial reporting and my test of its compliance with certain provisions of laws, regulations and contracts.



Paul Dausat  
Certified Public Accountant  
December 9, 2011

**RAPIDES SENIOR CITIZENS CENTERS, INC.**

**STATEMENT OF FINANCIAL POSITION**

**June 30, 2011**

**ASSETS**

**Current Assets :**

|                           |                |
|---------------------------|----------------|
| Cash and Cash Equivalents | \$ 134,605     |
| Investments               | 71,128         |
| Accounts Receivables      | 18,970         |
| Total Current Assets      | <u>224,703</u> |

**Property & Equipment :**

|                                |                     |   |
|--------------------------------|---------------------|---|
| Furniture and Equipment        | \$ 129,332          |   |
| Less: Accumulated Depreciation | <u>\$ (129,332)</u> |   |
| Net Property and Equipment     |                     | - |

**Other Assets:**

|                          |               |
|--------------------------|---------------|
| Due From Molly Wise      | 83,897        |
| Due From Horizons Living | 6,089         |
|                          | <u>89,986</u> |

**TOTAL ASSETS**

\$ 314,689

**LIABILITIES AND NET ASSETS**

**Current Liabilities :**

|                           |               |
|---------------------------|---------------|
| Accounts Payable          | 13,650        |
| Payroll Withholdings      | 430           |
| Total Current Liabilities | <u>14,080</u> |

**Net Assets - Unrestricted**

300,609

**TOTAL LIABILITIES AND NET ASSETS**

\$ 314,689

The accompanying notes are an integral part of the financial statements.

**RAPIDES SENIOR CITIZENS CENTERS, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED**  
**JUNE 30, 2011**

|  | UNRESTRICTED      |                  |                 |                            | TOTAL             |
|--|-------------------|------------------|-----------------|----------------------------|-------------------|
|  | General Fund      | Senior Center    | Title III C-1   | Supplemental Senior Center |                   |
| <b>SUPPORT AND REVENUE</b>                   |                   |                  |                 |                            |                   |
| Support:                                     |                   |                  |                 |                            |                   |
| Cenla Area Agency on Aging, Inc.             | \$ -              | \$ 118,900       | -               | \$ 2,957                   | \$ 121,857        |
| Rapides Parish Police Jury                   | 197,584           | -                | -               | -                          | 197,584           |
| GOEA Special Line Item-passed                | 25,000            | -                | -               | -                          | 25,000            |
| Through Rapides Council on Aging             | 67,354            | -                | 70,671          | -                          | 138,025           |
| Local Receipts                               | 289,938           | 118,900          | 70,671          | 2,957                      | 482,466           |
| Total Support                                |                   |                  |                 |                            |                   |
| Revenue:                                     |                   |                  |                 |                            |                   |
| Interest Income                              | 1,972             | -                | -               | -                          | 1,972             |
| Total Revenue                                | 1,972             | -                | -               | -                          | 1,972             |
| <b>TOTAL SUPPORT AND REVENUE</b>             | <b>291,910</b>    | <b>118,900</b>   | <b>70,671</b>   | <b>2,957</b>               | <b>484,438</b>    |
| <b>EXPENSES</b>                              |                   |                  |                 |                            |                   |
| Salaries                                     | 57,522            | 184,044          | 8,724           | -                          | 250,290           |
| Fringe                                       | 4,672             | 14,942           | 708             | -                          | 20,322            |
| Travel                                       | 1,810             | 14,888           | 744             | -                          | 17,442            |
| Operating Services                           | 58,804            | 89,371           | 38,135          | -                          | 186,310           |
| Operating Supplies                           | 32,633            | 6,961            | 326             | -                          | 39,920            |
| Depreciation                                 | -                 | -                | -               | -                          | -                 |
| <b>TOTAL EXPENSES</b>                        | <b>155,441</b>    | <b>310,206</b>   | <b>48,637</b>   | <b>-</b>                   | <b>514,284</b>    |
| <b>CHANGE IN NET ASSETS</b>                  | <b>136,469</b>    | <b>(191,306)</b> | <b>22,034</b>   | <b>2,957</b>               | <b>(29,846)</b>   |
| Transfers In                                 | 31,368            | 191,306          | -               | -                          | 222,674           |
| Transfers Out                                | (197,683)         | -                | (22,034)        | (2,957)                    | (222,674)         |
| <b>TOTAL TRANSFERS</b>                       | <b>(166,315)</b>  | <b>191,306</b>   | <b>(22,034)</b> | <b>(2,957)</b>             | <b>-</b>          |
| <b>NET INCREASE (DECREASE) IN NET ASSETS</b> | <b>(29,846)</b>   | <b>-</b>         | <b>-</b>        | <b>-</b>                   | <b>(29,846)</b>   |
| <b>NET ASSETS, BEGINNING OF YEAR</b>         | <b>330,455</b>    | <b>-</b>         | <b>-</b>        | <b>-</b>                   | <b>330,455</b>    |
| <b>NET ASSETS, END OF YEAR</b>               | <b>\$ 300,609</b> | <b>\$ -</b>      | <b>\$ -</b>     | <b>\$ -</b>                | <b>\$ 300,609</b> |

The accompanying notes are an integral part of the financial statements.

**RAPIDES SENIOR CITIZENS CENTERS, INC.**

**STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED**

**June 30, 2011**

**Cash Flows From Operating Activities :**

Change in net assets \$ (29,846)

Adjustments to reconcile change in net assets to net cash  
provided by operating activities :

(Increase) Decrease in operating assets :

Accounts receivable 71,017

Other assets (89,986)

Increase (Decrease) in operating liabilities :

Accounts payable 3,920

Payroll withholdings (3,133)

Salaries payable (14,001)

**Net Cash Provided by Operating Activities:** (62,029)

**Cash Flows From Investing Activities:**

Certificates of Deposit (9,480)

**Net Increase (Decrease) in Cash and Cash Equivalents** **(71,509)**

Cash, Beginning of Year 206,114

Cash, End of Year \$ 134,605

**ADDITIONAL REQUIRED DISCLOSURES:**

1. The Center considers all highly liquid investments with a maturity of three months or less when acquired, to be cash equivalents.
2. No income taxes were paid during the year.
3. No interest was paid during the year.

The accompanying notes are an integral part of the financial statements.

# **RAPIDES SENIOR CITIZENS CENTER, INC.**

June 30, 2011

## **NOTES TO FINANCIAL STATEMENTS**

### **NOTE 1: NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES**

The Rapides Senior Citizens Center was created in 1973 and operates 19 sites located throughout Rapides Parish. The Center services the needs of the elderly by being a community focal point on aging. The elderly residents of the parish participate in activities that enhance their dignity, support their independence, and encourage their involvement in their community. The Center serves as an advocate for the senior citizens of Rapides Parish by identifying gaps in services and seeking to make needed services more accessible and acceptable to the elderly. Services include sponsoring Olympic games for the elderly, providing congregate nutritional meals, and providing recreational activities such as exercise programs as well as arts and crafts. Volunteers are very important to the Center and are utilized to the fullest extent possible.

The corporation is organized on a non-stock basis under the authority of the provisions of Louisiana law, particularly L.A.R.S. of 1950, Title 12, Section 201-269, as amended.

The financial statements are presented in conformity with the provisions of Statement of Financial Accounting Standards ( SFAS ) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under those provisions, net assets and revenues, gains and losses are classified based on the existence or donor-imposed restrictions as follows:

*Unrestricted Net Assets* - Net assets that are not subject to donor-imposed stipulations.

*Temporarily Restricted Net Assets* - Net assets subject to donor-imposed stipulations that can be fulfilled by actions of the Center pursuant to those stipulations or that expire by the passage of time.

*Permanently Restricted Net Assets* - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Center.

All of the Center's net assets were considered unrestricted for the fiscal year ended June 30, 2011. It is the Center's policy to report donor-restricted revenues whose restrictions are met in the same reporting period as unrestricted support and revenues.

#### **Basis of Accounting**

The financial statements of the Center have been prepared on the accrual basis.

#### **Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

# **RAPIDES SENIOR CITIZENS CENTER, INC.**

**June 30, 2011**

## **NOTES TO FINANCIAL STATEMENTS**

### **Accounts Receivable**

Accounts receivable are charged to expense when they become uncollectible. In the opinion of management, all accounts receivable at June 30, 2011, were collectible and an allowance for doubtful accounts was not considered necessary.

### **Contributed Services**

The Center receives contributed services from its board members and from numerous community individuals who assist in various programs. Other donated services are reflected at their fair market value. The Center pays for most services requiring specific expertise.

### **Property and Equipment**

All purchased property and equipment are stated at historical cost of estimated historical cost if actual historical cost is not available. Donated property and equipment are stated at their estimated fair market value on the date of donation.

Depreciation is provided in the financial statements over estimated useful lives on a straight-line basis. The following estimated useful lives are generally used:

|                         |               |
|-------------------------|---------------|
| Buildings               | 40 Years      |
| Furniture and Equipment | 5 to 15 Years |

Expenses for additions, major renewals, and betterments are capitalized and expenses for maintenance and repairs are charged to operations as incurred.

### **Income Taxes**

The Center qualifies as an exempt organization under Section 501 c (3) of the Internal Revenue Code and is treated as a publicly supported organization not classified as a private foundation.

## **NOTE 2. FUNDING POLICIES AND SOURCES OF FUNDS**

The Center receives its monies through various methods of funding. Senior Center funds are received based on a predetermined unit cost up to one twelfth of the grant amount per month. Revenues are not recognized until actual units are performed.

The Center receives ad valorem taxes collected by the Rapides Parish Police Jury specifically designated for the elderly in the Parish. The Center also encourages and receives contributions from clients to help offset the costs of programs.

*Senior Center Program-* The Senior Center Program is used to account for the administration of Senior Center Program funds appropriated by the Louisiana Legislature through the Governor's Office of Elderly Affairs, passed on to the



# **RAPIDES SENIOR CITIZENS CENTER, INC.**

June 30, 2011

## **NOTES TO FINANCIAL STATEMENTS**

Cenla Area Agency on Aging, Inc., who funds the Center on a predetermined unit cost reimbursement basis up to the contract amount.

*Title III C-1 Congregate Meals Program* - Title III C-1 funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs, passed on to the Cenla Area Agency on Aging, Inc., which funds the Center on a predetermined unit cost reimbursement basis up to the contract amount. The Center served 71,043 meals during the fiscal year ended.

### **NOTE 3 RECEIVABLES**

Receivables at June 30, 2011, consist of the following:

|                            |          |
|----------------------------|----------|
| Cenla Area Agency on Aging | \$17,835 |
| Other                      | \$1,135  |

### **NOTE 4 PROPERTY AND EQUIPMENT**

A summary of changes in property and equipment and accumulated depreciation at June 30, 2011:

|                                | Balance<br>6/30/2010 | Additions | Deletions | Balance<br>6/30/2011 |
|--------------------------------|----------------------|-----------|-----------|----------------------|
| Furniture and Equipment        | \$ 129,332           | \$ -      | \$ -      | \$ 129,332           |
| Less: Accumulated Depreciation | 129,332              | -         | -         | 129,332              |
| Net                            | \$ -                 | \$ -      | \$ -      | \$ -                 |

All property and equipment was fully depreciated at June 30, 2011.

### **NOTE 5 COMPENSATED ABSENCES**

Accrued annual leave as of June 30, 2011 is not material and not recorded. Employees earn annual leave at varying rates per month based on years of service. The maximum amount of annual leave an employee may accumulate is based on two years, varying according to the current length of service. Any leave balance in excess is reduced, without compensation, at the end of each June 30th. Upon separation of service, employees can vest in annual leave up to an amount equal to two weeks of compensation.

Sick pay benefits are earned at the rate of one day per month. These benefits accrue and accumulate to a maximum of 120 days. However, these are non-vesting accumulating benefits and, therefore the liability is not recorded in the financial statements.

# **RAPIDES SENIOR CITIZENS CENTER, INC.**

June 30, 2011

## **NOTES TO FINANCIAL STATEMENTS**

### **NOTE 6: CASH AND INVESTMENTS**

The Center considers cash in operating bank accounts and cash on hand to be cash and cash equivalents. Certificates of deposits with original maturities of greater than 3 months are considered investments. All deposits were insured against loss by the Federal Deposit Insurance Corporation ( FDIC ). The collected bank balances at June 30, 2011 were \$ 149,240 and the book balances were \$ 134,254. The Center maintains certificate of deposits at year end in the amount of \$ 71,128.

### **NOTE 7: PROPERTY TAX FOR THE ELDERLY**

The voters of Rapides Parish approved a 1 mill property tax for the elderly of the Parish, to be collected and distributed by the Rapides Parish Police Jury. The Police Jury divides these taxes between four Rapides Parish agencies which provide services to the elderly including the Rapides Senior Citizens Center. The Rapides Senior Citizens Center receives the majority of the taxes in March following the year of assessment. The portion distributed to Rapides Senior Citizens Center is 37.2881% of the total taxes collected.

### **NOTE 8: JUDGMENTS, CLAIMS AND SIMILAR CONTINGENCIES**

There is no litigation pending against the Center at June 30, 2011. Furthermore, the Center's management believes that any potential lawsuits would be adequately covered by insurance. The Center receives support from various Federal and State agencies which are subject to final review and approval as to allowableness of expenditures by the respective grantor agencies. Any settlements or expenses arising out of a final review are recognized in the period in which agreed upon by the agency and the Center. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect the Center's financial position.

### **NOTE 9: CONCENTRATIONS OF REVENUE**

The Center receives the majority of its revenue from contracts with Cenla Area Agency on Aging, Inc. If significant budget cuts are made at the Federal and/or State levels, the amount of the funds contracted by Cenla Area Agency on Aging, Inc. could be reduced significantly, resulting in an adverse impact on the Center's operations. Management is not aware of any actions that would adversely affect the amount of funds the Center will receive in the next fiscal year.

### **NOTE 10: OTHER ASSETS**

The Rapides Senior Citizens Center, Inc. formed non-profit corporations, Horizon Independent Living and Mollie Wise., under Section 501 ( c ) 3 of the Internal Revenue Code to develop and manage elderly housing complexes. The Center does not benefit from the earnings nor is liable for any obligations of the corporations. The Center advanced monies to Horizon Independent Living and Mollie Wise for various start up costs. The Center expects these funds to be repaid. The advances do not carry any terms for repayment such as interest rate, payment amount, or maturity date.

# **RAPIDES SENIOR CITIZENS CENTER, INC.**

**June 30, 2011**

## **NOTES TO FINANCIAL STATEMENTS**

### **NOTE 11: FUNCTIONAL EXPENSE ALLOCATION**

The costs of providing the various programs and other activities have been summarized in their natural categories in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Listed below are expenses by programs:

|                          |                   |
|--------------------------|-------------------|
| Senior Center Activities | \$ 310,206        |
| Meals                    | 48,637            |
| Senior Olympics          | 9,015             |
| General Administrative   | 146,428           |
|                          | <u>\$ 514,284</u> |

**OTHER REPORT REQUIRED BY  
GOVERNMENT AUDITING STANDARDS**

# **Paul Dauzat, CPA**

MEMBER  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

P.O. Box 12359  
Alexandria, LA 71315

MEMBER  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

## **REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS (the Yellow Book)***

Board of Directors  
Rapides Senior Citizens Center, Inc.  
Pineville, Louisiana.

I have audited the financial statements of the Rapides Senior Citizens Center, Inc. as of and for the year ended June 30, 2011, and have issued my report thereon dated December 9, 2011. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### **Internal Control Over Financial Reporting**

In planning and performing my audit, I considered the Rapides Senior Citizens Center, Inc.'s internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Rapides Senior Citizens Center, Inc.'s internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Rapides Senior Citizens Center, Inc.'s internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Rapides Senior Citizens Center, Inc.'s financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, board of directors, others within the entity, and government entities and is not intended to be and should not be used by anyone other than these specified parties.



Paul Dauzat  
Certified Public Accountant  
December 9, 2011

**RAPIDES SENIOR CITIZENS CENTER, INC.**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For The Year Ended June 30, 2009**

I have audited the financial statements of Rapides Senior Citizens Center, Inc. as of and for the year ended June 30, 2011, and have issued my report thereon dated December 9, 2011. I conducted my audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. My audit of the financial statements as of June 30, 2010 resulted in an unqualified opinion.

**Section 1-Summary of Auditor's Reports**

Report on Internal Control and Compliance Material to the Financial Statements

**Internal Control:**

Material Weaknesses ☐ Yes ☒ No      Significant Deficiencies ☐ Yes ☒ No

**Compliance:**

Non Compliance Material to Financial Statements ☐ Yes ☒ No

**Section 11-Financial Statement Findings or Questioned Costs.**

There were no financial statement findings or questioned costs.

**RAPIDES SENIOR CITIZENS CENTERS, INC.**  
**SCHEDULE OF PRIOR YEAR FINDINGS**  
**FOR THE YEAR ENDED**  
**June 30, 2011**

There were no prior year findings for the fiscal year ended June 30, 2010.